

ETEXT ATTACHMENT

[BEGIN TEXT]

03/26/2003 16 : 14

March 26, 2003

Scott Walker

Senior Campaign Finance Analyst

Reports Analysis Division

Federal Election Commission

999 E Street, N.W.

Washington, D.C. 20463

Identification Number: C00003418

RE: Amended April Monthly Report (03/01/02-03/31/02)

Dear Mr. Walker;

This correspondence is in response to your "Request For Additional Information" ("RFAI"), resulting from the Republican National Committee's ("RNC") "Amended April Monthly Report (03/01/02-03/31/02)" filed May 22, 2002.

With regard to the "usual and normal charge" for fees received from a federal candidate on Schedule A supporting Line 15, the RNC charges fair market value for services it provides. Prices are intended to recover the cost for providing the service. The services reported on this schedule for which the RNC received payment were not services of a nature which is unique to the RNC. Services of this type are common in the business community and as such, the RNC compares the price charged to prices set by other commercial sources.

Schedule B supporting Line 21(b) of this report includes payments to another political committee. With regard to the "usual and normal charge", we are assured the fee is a commercially reasonable rate because we regularly obtain similar services from a variety of sources both political and commercial.

Some items listed on Schedule H4 incorrectly indicated an event that did not appear to be listed on Schedule H2. Due to a data processing error, the second character was truncated from the reported field on Schedule H4. Please note that the reported character does correspond to the correct event reported on Schedule H2. The field has been corrected and the report has been amended. Procedures have been implemented to prevent this type of error.

We have corrected and filed the amended Schedule H4 to correctly indicate the purpose of disbursements that had previously indicated trans or supplies.

To clarify expenditures listed for Radio Time, Video Production, Telemarketing, Ad Costs, Media Costs, Advertising, Satellite Time, Video or Broadcast Costs are RNC operating costs. None of these expenditures are Candidate specific. They are either generic overhead costs or RNC fundraising costs. This note is attached to all filings that include these costs.

With regard to the difference between the itemized receipts and disbursements and the amounts reported on Schedule I for the Republican National State Election Committee, the respective amounts represent transactions which do not meet the requirements to be itemized.

Regarding a receipt from Logicom LLC reported on Schedule A, this item was not related to previously reported activity. The RNC has occasionally paid Logicom LLC for services which are allocable, however, this receipt is not related to such purchases. This receipt was for services provided by the RNC to Logicom LLC.

Schedule H4 incorrectly indicated that an in-kind transfer was administrative activity. Two records have been corrected to properly indicate the nature of the activity as Fundraising. The event code of these same records was also corrected to properly indicate event T3. As you noted, the Schedule H3 properly categorized the transaction. The report has been amended.